



**REPORT OF THE AUDITOR OF PUBLIC ACCOUNTS
AUDIT EXAMINATION OF THE
CARROLL COUNTY FISCAL COURT**

Fiscal Year Ended June 30, 1999

**EDWARD B. HATCHETT, JR.
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Edward B. Hatchett, Jr. Auditor of Public Accounts

To the People of Kentucky

Honorable Paul E. Patton, Governor
John P. McCarty, Secretary
Finance and Administration Cabinet
Mike Haydon, Secretary, Revenue Cabinet
Honorable Gene McMurry, County Judge/Executive
Members of the Carroll County Fiscal Court

Independent Auditor's Report

We have audited the accompanying statement of assets, liabilities, and fund balances arising from cash transactions of Carroll County, Kentucky, as of June 30, 1999, and the related statement of cash receipts, cash disbursements, and changes in cash balances for the year then ended. These financial statements are the responsibility of the Carroll County Fiscal Court. Our responsibility is to express an opinion on these financial statements based on our audit..

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards issued by the Comptroller General of the United States, and the Audit Guide for Fiscal Court Audits issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Carroll County, Kentucky, prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and laws of Kentucky. Consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund balances arising from cash transactions of Carroll County, Kentucky, and the related statement of cash receipts, cash disbursements, and changes in cash balances as of and for the year ended June 30, 1999, in conformity with the cash basis of accounting described above.

To the People of Kentucky
Honorable Paul E. Patton, Governor
John P. McCarty, Secretary
Finance and Administration Cabinet
Mike Haydon, Secretary, Revenue Cabinet
Honorable Gene McMurry, County Judge/Executive
Members of the Carroll County Fiscal Court

Our audit was performed for the purpose of forming an opinion on the financial statements of Carroll County, Kentucky, taken as a whole. The information provided on the accompanying schedules is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated January 14, 2000 on our consideration of Carroll County, Kentucky's compliance with certain provisions of laws, regulations, contracts, and grants, and internal control over financial reporting.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
January 14, 2000

CARROLL COUNTY OFFICIALS

Fiscal Year Ended June 30, 1999

Gene McMurry	County Judge/Executive
James Monk	County Attorney
Marketta Brock	County Clerk
William Wheeler	Circuit Court Clerk
Charles Maiden, Jr.	Sheriff
Mike Humphrey	Jailer
David Robertson	Property Valuation Administrator
Traci Courtney	County Treasurer
James Dunn	Coroner
John Proctor	Magistrate
Dean Miller	Magistrate
Ira Loudon	Magistrate

STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

CARROLL COUNTY
STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

June 30, 1999

Assets and Other Resources

Assets

General Fund:	
Cash	\$ 583,942
Road and Bridge Fund:	
Cash	210,956
Jail Fund:	
Cash	253,745
Jail Commissary Fund:	
Cash	40,137
Local Government Economic Assistance Fund:	
Cash	54,021
State Grant Fund:	
Cash	22,458
Ambulance Fund:	
Cash	1,378
Solid Waste Fund:	
Cash	225
E911 Fund:	
Cash	79,967
Public Properties Corporation Fund:	
Cash	204,533
Payroll Revolving Account - Cash	1,524

Other Resources

Public Properties Corporation Fund:	
Amounts to be Provided in Future Years for Bond Principal Payments	<u>1,040,467</u>
Total Assets and Other Resources	<u><u>\$ 2,493,353</u></u>

The accompanying notes are an integral part of the financial statements.

CARROLL COUNTY
 STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
 ARISING FROM CASH TRANSACTIONS
 June 30, 1999
 (Continued)

Liabilities and Fund Balances

Liabilities

Public Properties Corporation Fund:

Bond Principal Not Matured (Note 4)	\$ 1,245,000
Payroll Revolving Account	1,524

Fund Balances

Reserved:

Jail Commissary Fund	40,137
Ambulance Fund	1,378
Solid Waste Fund	225
E911 Fund	79,967
State Grant Fund	22,458

Unreserved:

General Fund	583,942
Road and Bridge Fund	210,956
Jail Fund	253,745
Local Government Economic Assistance Fund	<u>54,021</u>

Total Liabilities and Fund Balances	<u><u>\$ 2,493,353</u></u>
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The accompanying notes are an integral part of the financial statements.

STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

CARROLL COUNTY
STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

Fiscal Year Ended June 30, 1999

<u>Cash Receipts</u>	<u>Totals (Memorandum Only)</u>	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Jail Fund</u>
Operating Revenue - Schedule B	\$ 4,063,800	\$ 2,023,109	\$ 582,539	\$ 998,128
Transfers In	454,883	2,095	115,323	
Kentucky Advance Revenue Program	870,395	870,395		
Jail Commissary Fund Receipts	168,597			
Total Cash Receipts	<u>\$ 5,557,675</u>	<u>\$ 2,895,599</u>	<u>\$ 697,862</u>	<u>\$ 998,128</u>
<u>Cash Disbursements</u>				
Budgeted Operating Expenditures - Schedule C	\$ 3,803,016	\$ 1,600,857	\$ 701,080	\$ 873,610
Transfers Out	454,883	452,788		
Bonds:				
Principal Paid	55,000			
Interest Paid	72,340			
Kentucky Advance Revenue Program Repaid	870,395	870,395		
Jail Commissary Fund Expenditures	141,226			
Total Cash Disbursements	<u>\$ 5,396,860</u>	<u>\$ 2,924,040</u>	<u>\$ 701,080</u>	<u>\$ 873,610</u>
Excess (Deficiency) of Cash Receipts Over (Under) Cash Disbursements	\$ 160,815	\$ (28,441)	\$ (3,218)	\$ 124,518
Cash Balance - July 1, 1998	1,290,547	612,383	214,174	129,227
Cash Balance - June 30, 1999	<u>\$ 1,451,362</u>	<u>\$ 583,942</u>	<u>\$ 210,956</u>	<u>\$ 253,745</u>

The accompanying notes are an integral part of the financial statements.

CARROLL COUNTY
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH BALANCES
Fiscal Year Ended June 30, 1999
(Continued)

Jail Commissary Fund	Local Government Economic Assistance Fund	State Grant Fund	Federal Grant Fund	Ambulance Fund	Solid Waste Fund
\$	\$ 48,850 13,440	\$ 151,566	\$ 50,124	\$ 4,582 224,500	\$ 392 99,525
168,597					
\$ 168,597	\$ 62,290	\$ 151,566	\$ 50,124	\$ 229,082	\$ 99,917
\$	\$ 52,327	\$ 129,108	\$ 69,656	\$ 228,851	\$ 104,692 2,095
141,226					
\$ 141,226	\$ 52,327	\$ 129,108	\$ 69,656	\$ 228,851	\$ 106,787
\$ 27,371 12,766	\$ 9,963 44,058	\$ 22,458 0	\$ (19,532) 19,532	\$ 231 1,147	\$ (6,870) 7,095
\$ 40,137	\$ 54,021	\$ 22,458	\$ 0	\$ 1,378	\$ 225

The accompanying notes are an integral part of the financial statements.

CARROLL COUNTY
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
 CHANGES IN CASH BALANCES
 Fiscal Year Ended June 30, 1999
 (Continued)

<u>Cash Receipts</u>	<u>E911 Fund</u>	<u>Public Properties Corporation</u>
Operating Revenue - Schedule B	\$ 72,344	\$ 132,166
Transfers In		
Kentucky Advance Revenue Program		
Jail Commissary Fund Receipts		
Total Cash Receipts	<u>\$ 72,344</u>	<u>\$ 132,166</u>
<u>Cash Disbursements</u>		
Budgeted Operating Expenditures - Schedule C	\$ 42,835	\$
Transfers Out		
Bonds:		
Principal Paid		55,000
Interest Paid		72,340
Kentucky Advance Revenue Program Repaid		
Jail Commissary Fund Expenditures		
Total Cash Disbursements	<u>\$ 42,835</u>	<u>\$ 127,340</u>
Excess (Deficiency) of Cash Receipts Over (Under) Cash Disbursements	\$ 29,509	\$ 4,826
Cash Balance - July 1, 1998	<u>50,458</u>	<u>199,707</u>
Cash Balance - June 30, 1999	<u><u>\$ 79,967</u></u>	<u><u>\$ 204,533</u></u>

The accompanying notes are an integral part of the financial statements.

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS

June 30, 1999

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statements of Carroll County include the funds, agencies, boards, and entities for which the fiscal court is financially accountable. Financial accountability, as defined by Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, as amended by GASB 14, was determined on the basis of the government's ability to significantly influence operations, select the governing authority, participate in fiscal management and the scope of public service. Based upon the application of the criteria stated in GASB 14, management has included the Jail Commissary Fund as part of the reporting entity.

B. Fund Accounting

Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. The government uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts.

C. Basis of Accounting

The financial statements were prepared on a cash basis of accounting pursuant to Kentucky Revised Statute (KRS) 68.210 as recommended by the State Local Finance Officer. Consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts.

D. Legal Compliance - Budget

The Carroll County budget is adopted on a cash basis of accounting and laws of Kentucky as required by the State Local Finance Officer. The County Judge/Executive is required to submit estimated receipts and proposed expenditures to the fiscal court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the fiscal court by July 1.

The fiscal court may change the original budget by transferring appropriations at the activity level; however, the fiscal court may not increase the total budget without approval by the State Local Finance Officer. Expenditures may not exceed budgeted appropriations at the activity level.

E. Cash and Investments

Cash includes amounts in bank accounts, and investments are stated at cost. Investments may include certificates of deposit on the financial statements; however, for the purpose of disclosing credit risk (Note 3), investments exclude certificates of deposit.

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
Fiscal Year Ended June 30, 1999
(Continued)

Note 1. (Continued)

E. Cash and Investments (Continued)

KRS 66.480 authorizes the county to invest in the following, including but not limited to, obligations of the United States and of its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States, obligations of any corporation of the United States government, bonds or certificates of indebtedness of this state, and certificates of deposit issued by or other interest-bearing accounts of any bank or savings and loan institution which are insured by the Federal Deposit Insurance Corporation (FDIC) or which are collateralized, to the extent uninsured, by any obligation permitted by KRS 41.240(4).

Note 2. Employee Retirement System

The county has elected to participate in the County Employees Retirement System (CERS), pursuant to KRS 78.530 administered by the Board of Trustees of the Kentucky Retirement Systems. This is a multiple-employer public retirement system which covers all eligible full-time employees. Benefit contributions and provisions are established by statute. Nonhazardous covered employees are required to contribute 5 percent of their salary to the plan. The county's contribution rate for nonhazardous employees was 8.65 percent. Hazardous covered employees are required to contribute 7 percent of their salary to the plan. The county's contribution rate for hazardous employees was 18.21 percent.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65. Aspects of benefits for hazardous employees include retirement after 20 years of service or age 55.

Historical trend information showing the CERS' progress in accumulating sufficient assets to pay benefits when due is present in the Kentucky Retirement Systems' annual financial report.

Note 3. Deposits

The county maintained deposits of public funds with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). According to KRS 66.480(1)(d) and KRS 41.240(4), the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals or exceeds the amount of public funds on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the county and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. These requirements were met, and as of June 30, 1999, the county's deposits were fully insured or collateralized at a 100% level with collateral of either pledged securities held by the county's agent in the county's name, or provided surety bonds which named the county as beneficiary/obligee on the bonds.

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
Fiscal Year Ended June 30, 1999
(Continued)

Note 4. Long-Term Debt

Bonds Outstanding of the Carroll County Public Properties Corporation:

Debt Service Schedule

Due Date During Fiscal Year Ended June 30	Interest Rate	Total Payments	Scheduled Interest	Principal Amount
2000	5.00	\$ 124,700	\$ 69,700	\$ 55,000
2001	5.10	126,950	66,950	60,000
2002	5.25	123,890	63,890	60,000
2003	5.30	125,740	60,740	65,000
2004	5.40	127,295	57,295	70,000
2005	5.40	128,515	53,515	75,000
2006	5.60	124,465	49,465	75,000
2007	5.70	125,265	45,265	80,000
2008	5.75	125,705	40,705	85,000
2009	5.75	125,818	35,818	90,000
2010	5.75	125,643	30,643	95,000
2011	5.75	125,180	25,180	100,000
2012	5.80	124,430	19,430	105,000
2013	5.80	123,340	13,340	110,000
2014	5.80	126,960	6,960	120,000
Totals		<u>\$ 1,883,896</u>	<u>\$ 638,896</u>	<u>\$ 1,245,000</u>

Note 5. Lease-Purchase Agreement

The county has entered into the following lease-purchase agreement:

Description	Monthly Payment	Maturity Date	June 30, 1999 Outstanding Principal
Backhoe loader	\$959	12/15/2002	<u>\$ 35,784</u>

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
Fiscal Year Ended June 30, 1999
(Continued)

Note 6. Insurance

For the fiscal year ended June 30, 1999, Carroll County was a member of the Kentucky Association of Counties' All Lines Insurance Fund (KALF) . KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of a collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

CARROLL COUNTY
COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

Fiscal Year Ended June 30, 1999

<u>Budgeted Funds</u>	<u>Budgeted Operating Revenue</u>	<u>Actual Operating Revenue</u>	<u>Over (Under) Budget</u>
General Fund	\$ 1,224,958	\$ 2,023,109	\$ 798,151
Road and Bridge Fund	734,256	582,539	(151,717)
Jail Fund	863,340	998,128	134,788
Local Government Economic Assistance Fund	13,263	48,850	35,587
State Grants Fund	176,566	151,566	(25,000)
Federal Grants Fund	52,468	50,124	(2,344)
Ambulance Fund	230,854	4,582	(226,272)
Solid Waste Fund	98,079	392	(97,687)
E-911 Fund	77,436	72,344	(5,092)
Total	<u>\$ 3,471,220</u>	<u>\$ 3,931,634</u>	<u>\$ 460,414</u>
<u>Reconciliation</u>			
Total Budgeted Operating Revenue Above			\$ 3,471,220
Add: Budgeted Prior Year Surplus			<u>1,066,780</u>
Total Operating Budget Per Comparative Schedule Of Final Budget and Budgeted Expenditures			<u>\$ 4,538,000</u>

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SCHEDULE OF OPERATING REVENUE

CARROLL COUNTY
SCHEDULE OF OPERATING REVENUE

Fiscal Year Ended June 30, 1999

	Totals Memorandum Only	General Fund	Road and Bridge Fund	Jail Fund
Revenue From Local Taxes <u>and Excess Fees</u>				
Sheriff:				
Taxes	\$ 547,212	\$ 547,212	\$	\$
County Clerk:				
Deed Transfer Tax	30,228	30,228		
Delinquent Taxes	3,770	3,770		
Excess Fees	50,323	50,323		
Tangible Personal Property Taxes:				
County Clerk	62,863	62,863		
Occupational Employment Tax	1,010,353	1,010,353		
Totals	<u>\$ 1,704,749</u>	<u>\$ 1,704,749</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Federal Receipts - State Treasurer</u>				
Disaster and Emergency Assistance				
Grants -				
Coordinator Salary	\$ 3,401	\$ 3,401	\$	\$
Flood Control Reimbursements	44,216	44,216		
Community Development	50,124			
Totals	<u>\$ 97,741</u>	<u>\$ 47,617</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Kentucky State Treasurer</u>				
Jail:				
Allotments	\$ 31,980	\$	\$	\$ 31,980
Medical Allotments	2,560			2,560
DUI Service Fees	4,291			4,291
Housing State Prisoners	571,924			571,924
Community Service	6,709			6,709
County Road Aid	326,903		326,903	
Public Defender Allotment	18,662	18,662		
Truck License Distribution	161,449		161,449	
Election Expense Reimbursement	5,610	5,610		
Reimbursement	87,905		87,905	

CARROLL COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local Government Economic Assistance Fund	State Grant Fund	Federal Grant Fund	Ambulance Fund	Solid Waste Fund	E-911 Fund
\$	\$	\$	\$	\$	\$
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
\$	\$	\$	\$	\$	\$
		50,124			
\$ 0	\$ 0	\$ 50,124	\$ 0	\$ 0	\$ 0
\$	\$	\$	\$	\$	\$

CARROLL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Public Properties Corporation
Revenue From Local Taxes <u>and Excess Fees</u>	
Sheriff:	
Taxes	\$
County Clerk:	
Deed Transfer Tax	
Delinquent Taxes	
Excess Fees	
Tangible Personal Property Taxes:	
County Clerk	
Occupational Employment Tax	
Totals	<u>\$ 0</u>

Federal Receipts - State Treasurer

Disaster and Emergency Assistance	
Grants -	
Coordinator Salary	\$
Flood Control Reimbursements	
Community Development	
Totals	<u>\$ 0</u>

Kentucky State Treasurer

Jail:	
Allotments	\$
Medical Allotments	
DUI Service Fees	
Housing State Prisoners	
Community Service	
County Road Aid	
Public Defender Allotment	
Truck License Distribution	
Election Expense Reimbursement	
Reimbursement	

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CARROLL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Totals Memorandum Only	General Fund	Road and Bridge Fund	Jail Fund
<u>Kentucky State Treasurer (Continued))</u>				
Courthouse Rental - AOC	\$ 185,539	\$ 61,825	\$	\$
Refunds:				
Legal Process Tax	106	106		
Drivers Licenses	984		984	
Dog Licenses	119	119		
Severance Taxes:				
Mineral	45,845			
Board of Assessments	200	200		
Grants:				
DES Reimbursement	17,082	17,082		
Economic Development	151,566			
Miscellaneous	3,395	3,395		
Totals	<u>\$ 1,622,829</u>	<u>\$ 106,999</u>	<u>\$ 577,241</u>	<u>\$ 617,464</u>

Miscellaneous Revenue

Interest	\$ 51,708	\$ 32,399	\$ 4,051	\$ 3,778
Circuit Court Clerk:				
Jail Cost	17,933			17,933
Boarding Fees	5,650			5,650
Work Release	25,357			25,357
Jail:				
Housing Prisoners-				
Other Counties	267,222			267,222
Jailer Bond Fee	5,875			5,875
Drug Testing	13,327			13,327
Insurance Reimbursement	4,414			4,414
Telephone Commission Refunds	31,778			31,778
Tire Disposal Fee	227			
Charges for Services:				
Swimming Pool	2,714			
Dog Pound	2,501	2,501		
Telephone 911 Surcharge	69,887			

CARROLL COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local Government Economic Assistance Fund	State Grant Fund	Federal Grant Fund	Ambulance Fund	Solid Waste Fund	E-911 Fund
\$	\$	\$	\$	\$	\$
45,845					
	151,566				
<u>\$ 45,845</u>	<u>\$ 151,566</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$ 291	\$	\$	\$ 115	\$ 165	\$ 2,457

227

2,714

69,887

CARROLL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Public Properties Corporation
<u>Kentucky State Treasurer (Continued)</u>	
Courthouse Rental - AOC	\$ 123,714
Refunds:	
Legal Process Tax	
Drivers Licenses	
Dog Licenses	
Severance Taxes:	
Mineral	
Board of Assessments	
Grants:	
DES Reimbursement	
Economic Development	
Miscellaneous	
Totals	<u>\$ 123,714</u>

Miscellaneous Revenue

Interest	\$ 8,452
Circuit Court Clerk:	
Jail Cost	
Boarding Fees	
Work Release	
Jail:	
Housing Prisoners-	
Other Counties	
Jailer Bond Fee	
Drug Testing	
Insurance Reimbursement	
Telephone Commission Refunds	
Tire Disposal Fee	
Charges for Services:	
Swimming Pool	
Dog Pound	
Telephone 911 Surcharge	

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CARROLL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Totals Memorandum Only	General Fund	Road and Bridge Fund	Jail Fund
<u>Miscellaneous Revenue</u> (Continued)				
Reimbursements	\$ 128,962	\$ 127,891	\$ 1,071	\$
Ambulance Service Fees	4,467			
Other Items	6,459	953	176	5,330
Totals	<u>\$ 638,481</u>	<u>\$ 163,744</u>	<u>\$ 5,298</u>	<u>\$ 380,664</u>
Total Operating Revenue	<u>\$ 4,063,800</u>	<u>\$ 2,023,109</u>	<u>\$ 582,539</u>	<u>\$ 998,128</u>

CARROLL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

Local Government Economic Assistance Fund	State Grant Fund	Federal Grant Fund	Ambulance Fund	Solid Waste Fund	E-911 Fund
\$	\$	\$	\$	\$	\$
			4,467		
\$ 3,005	\$ 0	\$ 0	\$ 4,582	\$ 392	\$ 72,344
\$ 48,850	\$ 151,566	\$ 50,124	\$ 4,582	\$ 392	\$ 72,344

CARROLL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Public Properties Corporation
<hr/>	
<u>Miscellaneous Revenue</u> (Continued)	
Reimbursements	\$
Ambulance Service Fees	
Other Items	<hr/>
Totals	<hr/> \$ 8,452
Total Operating Revenue	<hr/> \$ 132,166

COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

CARROLL COUNTY
COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>GENERAL FUND</u>			
<u>General Government</u>			
Office of County Judge/Executive:			
Salaries-			
County Judge/Executive	\$ 51,212	\$ 51,212	\$
Deputy County Judge/Executive	1,859	1,858	1
Finance Officer	20,868	20,868	
Office Materials and Supplies	2,271	2,271	
Other Materials and Supplies	20,405	10,940	9,465
Postage	2,844	2,508	336
Data Processing Service	7,626	7,626	
Printing	2,854	2,854	
Copier Maintenance	4,217	4,217	
Office of County Attorney:			
Salaries-			
County Attorney	13,005	13,004	1
Secretaries	3,500	3,500	
Office of County Clerk:			
County Clerk Salary	6,612	6,612	
Tax Bill Preparation	2,231	2,231	
Office of County Coroner:			
Salaries-			
County Coroner	12,344	12,343	1
Deputy Coroner	4,073	4,072	1
Office Supplies	150		150
Other Materials and Supplies	1,000	117	883
Medical Supplies	2,000	900	1,100
Memberships	200		200
Registration and Conferences	1,069	1,069	
Travel	931	628	303
Radio Maintenance	600	432	168

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
Fiscal Court:			
Magistrates Salaries	\$ 45,839	\$ 45,839	\$
Fiscal Court Legal Advertising	3,000	2,700	300
Office of Property Valuation Administrator:			
Statutory Contribution	21,000	18,791	2,209
Office of Board of Assessment Appeals:			
Per Diem	400	400	
Office of County Treasurer:			
County Treasurer Salary	23,055	22,877	178
Office of Occupational License:			
Administrator-			
Administrator Salary	22,708	22,708	
Refunds	5,000	1,129	3,871
County Law Library:			
Law Librarian Salary	600	600	
Elections:			
Per Diem-			
Election Commissioners	3,846	3,846	
Election Officers	4,382	3,795	587
Polling Place Rental	269	268	1
Advertising	13,628	13,628	
Maintenance and Repair Service	1,675	1,675	
Travel	35		35
Courthouse:			
Contracted Janitorial Service	17,641	17,129	512
Elevator Maintenance	1,300	1,300	
Mat Rentals	1,000	731	269
Custodian Supplies	1,779	1,779	
Repairs	27,367	27,367	
Utilities	20,915	19,904	1,011

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
New Courthouse Facilities:			
Janitorial Service	\$ 16,900	\$ 10,031	\$ 6,869
Custodial Supplies	2,739	2,739	
Renewals and Repairs	21,996	16,201	5,795
Utilities	24,965	18,866	6,099
<u>Protection to Persons and Property</u>			
Juveniles:			
Contracts with Other Counties	109,176	109,176	
Emergency Dispatch:			
Dispatch Salaries	75,000	67,087	7,913
County Fire Department:			
Contributions	45,000	45,000	
Disaster and Emergency Services:			
Salaries-			
Director	36,990	36,989	1
Other Salaries	14,000	12,533	1,467
Gasoline	1,000	819	181
Motor Vehicle Parts	813	17	796
Office Materials and Supplies	487	487	
Disaster Supplies	3,017	3,017	
Petroleum	983	13	970
Tires and Tubes	500		500
Special Projects	49,809	47,048	2,761
Registrations and Conferences	300	259	41
Telephone	1,404	921	483
Training	1,233	1,233	
Utilities	1,563	187	1,376
Equipment Repairs	500	334	166

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Protection to Persons and Property</u> (Continued)			
Disaster and Emergency Services: (Continued)			
Vehicle Maintenance	\$ 1,500	\$ 379	\$ 1,121
Hazmat Seven Support	1,050	1,050	
Rescue Squad:			
Equipment	13,458	11,179	2,279
Motor Vehicle Parts	3,797	3,797	
Gas and Oil	959	842	117
Communications Equipment	1,815	1,039	776
Repairs and Maintenance	2,096	2,096	
Forestry Fire Protection:			
Kentucky State Treasurer	922	922	
Office of Public Defender:			
Contribution	1,162	1,162	
<u>General Health and Sanitation</u>			
Dog Control:			
Salaries	15,955	15,499	456
Dog Pound Contract With Others	3,549	3,549	
Supplies	3,485	3,344	141
Dog License Fee	401	319	82
Travel	2,789	2,789	
Utilities	3,476	3,476	
Other:			
Pest Control	500		500
Livestock Removal	5,400	4,950	450
<u>Social Services</u>			
Service to Indigents:			
Contribution	10,013	10,013	

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Social Services</u> (Continued)			
Senior Citizens Program:			
Temporary Salaries	\$ 1,204	\$ 1,204	\$
Adult Day Care	20,000	20,000	
Renewals	2,000	1,842	158
Utilities	5,300	5,100	200
Petroleum	102	102	
Vehicle	24,978	24,978	
Other Contributions:			
Carroll County Community Development Corporation	34,888	34,888	
Public Defenders	22,093	22,093	
Pauper Burials	4,000	4,000	
Veterans Memorial	10,000	10,000	
Jefferson Community College	10,000	10,000	
Other Social Service Programs:			
Bus Service Program	6,000	6,000	
MH-MR Support	57,792	57,792	
GED Testing Center	3,600	3,600	
<u>Recreation and Culture</u>			
Parks Program Support	158,901	158,901	
Horse Park Program	2,340	2,340	
Cooperative Extension Service:			
Program	61,866	61,068	798
Soil Conservation	10,000	10,000	
<u>Administration</u>			
General Services:			
Auditing	20,299	20,299	
Courthouse Insurance	61,500	60,527	973
Memberships	8,000	7,293	707

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Administration</u> (Continued)			
Miscellaneous Administration	\$ 20,243	\$ 20,243	\$
Borrowed Money Interest	18,800	19,042	(242)
Distribution to Government Agencies	17,414	17,414	
Contingent Appropriations:			
Reserve for Transfers	147,814		147,814
Fringe Benefits:			
County Contributions-			
Social Security	43,393	42,702	691
Retirement	42,263	41,167	1,096
Health Insurance	112,215	109,431	2,784
Life Insurance	3,666	3,312	354
Worker's Compensation	33,000	26,066	6,934
Unemployment Insurance	4,363	4,363	
Total Operating Budget	\$ 1,826,046	\$ 1,600,857	\$ 225,189
Other Financing Uses:			
*Kentucky Advance Revenue Program - Principal	870,395	870,395	
Total General Fund	\$ 2,696,441	\$ 2,471,252	\$ 225,189

ROAD AND BRIDGE FUND

Roads

Road Maintenance:

Salaries-

Road Supervisor	\$ 33,034	\$ 32,833	\$ 201
Road Labor	169,312	157,441	11,871
Maintenance and Repair Service	40,834	40,834	
Asphalt	223,401	223,401	
Crushed Stone and Gravel	42,850	42,850	
Motor Vehicle Parts	16,200	7,070	9,130
Gasoline	11,303	10,069	1,234

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>ROAD AND BRIDGE FUND</u> (Continued)			
<u>Roads</u> (Continued)			
Road Maintenance: (Continued)			
Lubricants	\$ 5,000	\$ 2,904	\$ 2,096
Machinery and Equipment-			
Repairs	18,002	9,661	8,341
New Road Machinery	59,763	58,106	1,657
Pipe	15,371	15,371	
Signs	3,276	3,276	
Tires and Tubes	6,235	3,165	3,070
Utilities	12,169	11,718	451
Other Materials and Supplies	2,747	2,747	
<u>Administration</u>			
General Services:			
Insurance	4,000	4,000	
Miscellaneous	1,000	226	774
Contingent Appropriations:			
Reserve for Budget Transfers	200,596		200,596
Fringe Benefits:			
County Contributions-			
Retirement	17,512	15,226	2,286
Social Security	15,482	13,865	1,617
Life Insurance	1,326	1,162	164
Health Insurance	44,517	43,405	1,112
Fringe Benefits: (Continued)			
Worker's Compensation	3,500	1,750	1,750
Unemployment Insurance	1,000		1,000
Total Road and Bridge Fund	\$ 948,430	\$ 701,080	\$ 247,350

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>JAIL FUND</u>			
<u>Protection to Persons and Property</u>			
Office of Jailer:			
Personnel Services-			
Salaries-			
Jailer	\$ 51,212	\$ 51,212	\$
Jail Personnel	321,586	302,969	18,617
Medical Personnel	18,000	18,000	
Administrative Personnel	22,626	22,626	
Food Service Personnel	42,387	34,471	7,916
Part-Time Help	55,226	48,473	6,753
Association Dues	500	450	50
Contracts with Other Counties	1,000		1,000
Operations:			
Cleaning Supplies	7,760	7,760	
Food Preparation and Serving Supplies	4,000	3,005	995
Food	91,000	76,490	14,510
Gasoline	1,800	1,772	28
Jail Linens	1,200	656	544
Office Supplies	2,550	2,073	477
Prisoner Clothing	1,422	1,422	
Prisoner Hygiene	3,100	2,197	903
Routine Medical	20,000	11,010	8,990
Staff Uniforms	3,700	3,632	68
Utilities	54,555	45,330	9,225
Staff Travel	1,262	1,262	
Telephone	400	278	122
Communication Equipment	2,524	2,524	
Food Service Equipment	4,000	469	3,531
Vehicles	35,937	32,874	3,063
Office Equipment	6,000	2,573	3,427
Plant Operations Equipment	10,612	10,612	
Pest Control	150		150
Drug Testing Supplies	8,320	288	8,032
Miscellaneous Operating Expense	3,000	2,892	108
Maintenance:			
Building Repairs	22,083	3,196	18,887
Equipment Repairs	10,000	6,919	3,081

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>JAIL FUND (Continued)</u>			
<u>Administration</u>			
General Services:			
Building Insurance	\$ 4,000	\$ 4,000	\$
Liability Insurance	4,500	4,500	
Contingent Appropriations:			
Reserve for Budget Transfers	47		47
Fringe Benefits:			
County Contributions-			
Retirement	39,733	35,315	4,418
Social Security	37,526	33,524	4,002
Life Insurance	2,964	2,951	13
Health Insurance	85,185	85,185	
Worker's Compensation	10,700	10,700	
Total Jail Fund	<u>\$ 992,567</u>	<u>\$ 873,610</u>	<u>\$ 118,957</u>
<u>LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND</u>			
Constables Salaries	\$ 10,988	\$ 10,986	\$ 2
Celebrations and Festivals	500	500	
Other Capital Outlay	30,000	30,000	
Contribution to Small Cities	10,000	10,000	
Contingent Appropriations:			
Reserve for Budget Transfers	4,992		4,992
Social Security	<u>841</u>	<u>841</u>	
Total Local Government Economic Assistance Fund	<u>\$ 57,321</u>	<u>\$ 52,327</u>	<u>\$ 4,994</u>

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>STATE GRANTS FUND</u>			
Equipment and Supplies	\$ 26,566	\$ 4,108	\$ 22,458
Building Construction	150,000	125,000	25,000
Total State Grants Fund	<u>\$ 176,566</u>	<u>\$ 129,108</u>	<u>\$ 47,458</u>
<u>FEDERAL GRANTS FUND</u>			
Sewage System Contract	<u>\$ 72,000</u>	<u>\$ 69,656</u>	<u>\$ 2,344</u>
<u>AMBULANCE FUND</u>			
<u>Operations:</u>			
Ambulance Service Salaries-			
Director	\$ 7,292	\$ 7,212	\$ 80
Attendants	62,643	59,867	2,776
Maintenance and Repair	3,757	3,757	
Gasoline	1,101	1,101	
Office Supplies	592	592	
Supplies	1,240	1,240	
Uniforms	928	684	244
Utilities	1,729	1,729	
Building Construction	24,600	24,600	
Program Support	99,798	99,798	
<u>Administration:</u>			
Fringe Benefits:			
Social Security	4,925	4,885	40
Retirement	5,309	5,298	11
Life Insurance	429	429	
Health Insurance	17,659	17,659	
Total Ambulance Fund	<u>\$ 232,002</u>	<u>\$ 228,851</u>	<u>\$ 3,151</u>

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>SOLID WASTE FUND</u>			
<u>General Health and Sanitation</u>			
Solid Waste:			
Salaries-Director	\$ 23,884	\$ 23,434	\$ 450
Food	3,467	3,467	
Equipment and Supplies	66,861	66,861	
Motor Vehicle Parts	1,321	1,321	
Petroleum	207	202	5
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Transfers	2		2
Fringe Benefits:			
County Contributions:			
Social Security	1,703	1,703	
Retirement	1,926	1,926	
Life Insurance	156	131	25
Health Insurance	5,647	5,647	
Total Solid Waste Fund	<u>\$ 105,174</u>	<u>\$ 104,692</u>	<u>\$ 482</u>
<u>E-911 FUND</u>			
<u>Protection for Persons and Property</u>			
Dispatcher Salary	\$ 26,000	\$ 24,948	\$ 1,052
Contracts with Other Agencies	12,000	9,738	2,262
Building Repairs	13,000		13,000
Radio Repairs	10,000	734	9,266
Radios	15,000		15,000
Office Supplies	3,000	171	2,829
Postal Charges	200		200
Training	2,000	1,574	426
Lease Purchase Payment	5,518	5,517	1
Miscellaneous	1,000	153	847

CARROLL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>E-911 FUND (Continued)</u>			
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Transfers	\$ 40,176	\$	\$ 40,176
Total E-911 Fund	\$ 127,894	\$ 42,835	\$ 85,059
Total Operating Budget - All Funds	\$ 4,538,000	\$ 3,803,016	\$ 734,984
Other Financing Uses:			
*Kentucky Advance Revenue Program - Principal	870,395	870,395	
TOTAL BUDGET - ALL FUNDS	<u>\$ 5,408,395</u>	<u>\$ 4,673,411</u>	<u>\$ 734,984</u>

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS



Edward B. Hatchett, Jr.
Auditor of Public Accounts

Honorable Gene McMurry, County Judge/Executive
Members of the Carroll County Fiscal Court

Report On Compliance And On Internal Control Over Financial Reporting Based On An
Audit Of Financial Statements Performed In Accordance With Government Auditing Standards

We have audited the financial statements of Carroll County, Kentucky, as of and for the year ended June 30, 1999, and have issued our report thereon dated January 14, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Carroll County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Carroll County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Honorable Gene McMurry, County Judge/Executive
Members of the Carroll County Fiscal Court
Report On Compliance And On Internal Control Over
Financial Reporting Based On An Audit Of Financial Statements
Performed In Accordance With Government Auditing Standards
(Continued)

This report is intended solely for the information and use of management and is not intended and should not be used by anyone other than the specified party. However, this report, upon release by the Auditor of Public Accounts, is a matter of public record and its distribution is not limited.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
January 14, 2000

CERTIFICATION OF COMPLIANCE – LOCAL
GOVERNMENT ECONOMIC ASSISTANCE AND DEVELOPMENT PROGRAMS

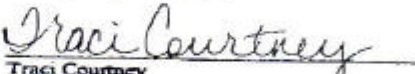
CARROLL COUNTY FISCAL COURT

Fiscal Year Ended June 30, 1999

CERTIFICATION OF COMPLIANCE
LOCAL GOVERNMENT ECONOMIC ASSISTANCE PROGRAM
CARROLL COUNTY FISCAL COURT

The Carroll County Fiscal Court hereby certifies that assistance received from the Local Government Economic Assistance Program was expended for the purpose intended as dictated by the applicable Kentucky Revised Statutes.


Gene McMurry
County Judge/Executive


Traci Courtney
County Treasurer